## **Fuel Surcharges**

Due to the potential for significant fluctuations in the market for aviation and vehicle fuel, FedEx reserves the right to assess a fuel surcharge. The deviation, timing, and method of any such surcharge will be determined at our sole discretion.

We reserve the right to assess fuel and other surcharges on shipments without notice. The amount and duration of any such surcharges will be determined at our sole discretion. By tendering your shipment to FedEx, you agree to pay the surcharges, as determined by FedEx.

The FedEx Express fuel surcharge is based on the spot price for jet fuel and applies to all FedEx Express U.S. domestic, U.S. outbound and Puerto Rico Express products, except for the following services: FedEx International Express Freight (IXF) and FedEx International Airport-Airport (ATA).

FedEx Express			
Fuel Surcharge	Table	(Prices	per gallon)

At Least	But Less Than	Surcharge
	\$0.52	0.00%
\$0.52	\$0.54	0.50%
\$0.54	\$0.58	1.00%
\$0.58	\$0.62	1.50%
\$0.62	\$0.66	2.00%
\$0.66	\$0.70	2.50%
\$0.70	\$0.74	3.00%
\$0.74	\$0.78	3.50%
\$0.78	\$0.82	4.00%
\$0.82	\$0.86	4.50%
\$0.86	\$0.90	5.00%
\$0.90	\$0.94	5.50%
\$0.94	\$0.98	6.00%
\$0.98	\$1.02	6.50%
\$1.02		7.00%

Fuel surcharge percentages and associated trigger points are subject to change without notice. See the Terms and Conditions of the FedEx Service Guide for more details. If the Fuel Surcharge rises above 7.00% or there are changes to the trigger points, the above table will be updated.

FedEx has adopted a fuel surcharge calculation method for FedEx Express services based on the fuel price published monthly by the U.S. Department of Energy. This has been in effect since November 5, 2001. The surcharge percentage for FedEx Express services will be subject to monthly adjustments based on a rounded average of the U.S. Gulf Coast (USGC) spot price for a gallon of kerosene-type jet fuel. This method more closely links the fuel surcharge to the prevailing market price for jet fuel, and should help FedEx and its customers respond more quickly to changes in fuel price in the marketplace.

Changes to the FedEx Express fuel surcharge will be applied effective the first Monday of each month. The surcharge percentage will be reflected on your FedEx invoice. Information on the fuel surcharge for each month will be available approximately two weeks before the surcharge is applicable.

Current and historical information about FedEx fuel surcharge is available via our website at *www.fedex.com*. Our annual reports, which are also available on our website.